MINUTES

MONTANA HOUSE OF REPRESENTATIVES 61st LEGISLATURE - REGULAR SESSION

COMMITTEE ON TAXATION

Call to Order: Chairman Bob Lake, on March 23, 2009 at 9:00 A.M., in Room 152 Capitol

ROLL CALL

Members Present:

Rep. Bob Lake, Chairman (R)

Rep. Jill Cohenour, Vice Chairman (D)

Rep. Janna Taylor, Vice Chairman (R)

Rep. Dick Barrett (D)

Rep. Mark Blasdel (R)

Rep. Edward B. Butcher (R)

Rep. Wanda Grinde (D)

Rep. Robin Hamilton (D)

Rep. Brian Hoven (R)

Rep. Mike Jopek (D)

Rep. Dave McAlpin (D)

Rep. Mike Miller (R)

Rep. Art Noonan (D)

Rep. JP Pomnichowski (D)

Rep. Lee Randall (R)

Rep. J. David Roundstone (D)

Rep. Jon Sonju (R)

Rep. Wayne Stahl (R)

Rep. Chas Vincent (R)

Rep. Brady Wiseman (D)

Members Excused: None

Members Absent: None

Staff Present: Jeff Martin, Legislative Branch

Jennifer O'Loughlin, Committee Secretary

Audio Committees: These minutes are in outline form only. They provide a list of participants and a record of official action taken by the committee. The link to the audio recording of the meeting is available on the Legislative Branch website.

Committee Business Summary:

Hearing & Date Posted: HB 651, 3/18/09; HB 657 3/18/2009;

HB 658, 3/18/09; HB 663, 3/18/09

Executive Action: HB 648

EXECUTIVE ACTION ON HB 648

- 00:02:25 Motion/Vote: Rep. Cohenour moved that HB 648 BE
 TABLED. Motion carried unanimously by voice vote. Rep.
 Barrett, Rep. Blasdel, Rep. Jopek and Rep. Vincent
 voted by proxy.
- 00:02:35 Chairman Lake left the room and asked Vice Chairman Taylor to serve as Chair.
- 00:02:40 Rep. Barrett and Rep. Blasdel entered the room.

HEARING ON HB 651

Opening Statement by Sponsor:

00:03:08 Rep. Jill Cohenour (D), HD 78, opened the hearing on HB 651, Generally revising laws related to taxation.

Proponents' Testimony:

- 00:10:00 Dan Bucks, Director, Department of Revenue (DOR)
- 00:10:31 Rep. Noonan entered the room.
- 00:30:00 Vice Chairman Taylor
- 00:30:31 Gene Walborn, Bureau Chief, Business and Income Taxes Division, DOR

EXHIBIT (tah64a01)

- 00:36:33 C.A. Daw, Chief Legal Counsel, DOR
- 00:38:21 Tom Bilodeau, Research Director, MEA-MFT
- 00:39:34 Tara Veazey, Montana Budget and Policy Center
- 00:40:48 Don Judge, Board Member, Working for Equality and Economic Liberation (WEEL)
- 00:41:43 Evan Barrett, Chief Development Officer, Governor's Office of Economic Development

Opponents' Testimony:

- 00:44:41 George S. Olsen, Montana Society of CPAs
- 00:50:34 Steve Turkiewicz, Montana Bankers Association

- 00:52:27 Mike Green, Montana Taxpayers Association
- 01:07:11 Jon Bennion, Montana Chamber of Commerce
- 01:08:58 Mike Pichette, Northwestern Energy
- 01:11:27 Jeff Feiss, Montana Telecommunications Association

Informational Testimony:

01:12:56 Karen Powell, Chairwoman, Tax Appeal Board

Questions from Committee Members and Responses:

- 01:14:36 Rep. McAlpin
- 01:15:00 Mr. Bucks
- 01:16:47 Rep. McAlpin
- 01:17:04 Mr. Turkiewicz
- 01:17:22 Rep. Miller
- 01:18:11 Mr. Bucks
- 01:18:40 Rep. Miller
- 01:19:17 Mr. Bucks 01:20:30 Rep. Miller
- 01:21:00 Mr. Bucks
- 01:21:59 Rep. Miller
- 01:22:24 Mr. Daw
- 01:23:13 Rep. McAlpin
- 01:23:42 Rep. Cohenour
- 01:23:56 Rep. McAlpin
- 01:24:01 Rep. Cohenour

Closing by Sponsor:

- 01:24:11 Rep. Cohenour
- 01:29:18 Vice Chairman Taylor closed the hearing.

HEARING ON HB 657

Opening Statement by Sponsor:

01:29:32 Rep. Wayne Stahl (R), HD 35, opened the hearing on HB 657, Study taxation of oil and natural gas property.

Proponents' Testimony:

- 01:31:58 John Alke, Valley County Exploration Company
- 01:34:25 Dave Galt, Montana Petroleum Association
- 01:35:09 Mary Whittinghill, Montana Taxpayers Association

Opponents' Testimony: None

<u>Informational Testimony</u>:

01:35:48 Gene Walborn, DOR

<u>Questions from Committee Members and Responses</u>:

01:36:36 Rep. Cohenour 01:37:01 Rep. Stahl

Closing by Sponsor:

01:37:45 Rep. Stahl

01:38:15 Vice Chairman Taylor closed the hearing.

01:38:37 Break

01:47:15 Reconvene

HEARING ON HB 658 and HB 663

Opening Statement by Sponsor:

01:47:32 Rep. Mike Jopek (D), HD 4, opened the hearing on HB 658, Mitigate reappraisal.

EXHIBIT (tah64a02)

02:08:34 Rep. Mike Jopek (D), HD 4, opened the hearing on HB 663, Generally revise taxes and mitigate reappraisal.

EXHIBIT (tah64a03)

Proponents' Testimony:

02:19:10 Sen. Essmann, SD 28 02:20:58 Rep. Barrett, HD 93

EXHIBIT (tah64a04)

02:25:36 Sen. Gebhardt, SD 23

02:27:39 Mary Whittinghill, Montana Taxpayers Association

Opponents' Testimony:

02:29:27 Tara Veazey, Montana Budget and Policy Center

02:34:42 Ronda Wiggers, Montana Association of County Treasurers

- 02:37:47 John MacDonald, City of Missoula
- 02:39:30 Vice Chairman Taylor
- 02:40:01 Joe Roberts, Montana Association of Realtors
- 02:56:06 Marshall D. Mahler, Montana Residents for Fair Taxation

EXHIBIT (tah64a05)

03:10:38 Ron Buentemeier, Montana Wood Products Association

EXHIBIT (tah64a06)

03:11:48 Jeff Clawson, Stolz Lumber

EXHIBIT (tah64a07)

- 03:13:31 Vice Chairman Taylor told the committee and audience that informational witnesses and questions from the committee would continue on Tuesday, March 24, at 8 a.m.
- 03:14:08 Rep. Jopek
- 03:14:45 Vice Chairman Taylor

ADJOURNMENT

03:15:01 Adjournment: 12:10 P.M.

Jennifer O'Loughlin, Secretary

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Additional Documents:

EXHIBIT (tah64aad.pdf)